H.B. NO. <sup>1626</sup> H.D. 1

### A BILL FOR AN ACT

RELATING TO FUEL TAXES.

#### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

SECTION 1. Section 243-6, Hawaii Revised Statutes, is
 amended to read as follows:

3 "\$243-6 Fuel taxes, dispositions. The "city and county of 4 Honolulu fuel tax" shall be paid by the department of taxation 5 into the state treasury, and shall, by the state director of 6 finance, be paid over to the director of finance of the city and 7 county of Honolulu for deposit into the fund known as the 8 "highway fund" created by section 249-18.

9 The "county of Kauai fuel tax" shall be paid by the 10 department into the state treasury, and shall, by the state 11 director of finance, be paid over to the director of finance of 12 the county of Kauai for deposit into the fund known as the 13 "highway fund" created by section 249-18.

14 The "county of Hawaii fuel tax" shall be paid by the 15 department into the state treasury, and shall, by the state 16 director of finance, be paid over to the director of finance of 17 the county of Hawaii for deposit into the fund known as the 18 "highway fund" created by section 249-18.



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2,

1 The "county of Maui fuel tax" collected on account of 2 liquid fuel sold or used on the island of Lanai or sold elsewhere for ultimate use on the island of Lanai, shall be paid 3 4 by the department into the state treasury, and shall, by the state director of finance, be paid over to the director of 5 6 finance of the county of Maui for deposit into the fund known as the "highway fund" created by section 249-18, for expenditure on 7 the island of Lanai. The "county of Maui fuel tax" collected on 8 9 account of liquid fuel sold or used on the island of Molokai or 10 sold elsewhere for ultimate use on the island of Molokai, shall be paid by the department into the state treasury, and shall, by 11 the state director of finance, be paid over to the director of 12 finance of the county of Maui for deposit into the fund known as 13 14 the "highway fund" created by section 249-18, for expenditure on the island of Molokai. The remainder of the "county of Maui 15 16 fuel tax" shall be paid by the department into the state 17 treasury, and shall, by the state director of finance, be paid 18 over to the director of finance of the county of Maui for 19 deposit into the fund known as the "highway fund" created by 20 section 249-18.

21 Each of the foregoing taxes shall be expended for the 22 following purposes, for the island for which the tax revenue is HB1626 HD1 HMS 2011-2692

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1 specially indicated, or, if none, for the county for which the
2 tax revenue is indicated:

3 For payment of interest on and redemption of any bonds (1)duly issued or sold on or after July 1, 1951, under 4 5 chapter 47 for the financing or aiding in financing 6 the construction of county highway tunnels, approach 7 roads thereto, and highways. Such payments of interest and principal on the bonds when due, shall be 8 9 first charges on such moneys so deposited in the 10 fund[-];

11 (2) For acquisition, designing, construction,
12 reconstruction, improvement, repair, and maintenance
13 of county main and general thoroughfares, highways,
14 and other streets, street lights, storm drains, and
15 bridges, including costs of new land therefor, when
16 expenditures for the foregoing purposes cannot be
17 financed under state-federal aid projects [-];

18 (3) In the case of the city and county of Honolulu, for
19 payment of the city and county's share in an
20 improvement district initiated by the city and county
21 for an improvement listed in (2) above which is
22 permitted to be constructed in the city and county[-];



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1	(4)	For the construction of county highway tunnels,
2		overpasses, underpasses, and bridges, where such
3		improvement cannot be made under state-federal aid
4		projects[-];
5	(5)	For purposes and functions connected with county
6		traffic control and preservation of safety upon the
7		public highways and streets[-];
8	(6)	For purposes and functions in connection with mass
9		transit[+];
10	(7)	For acquisition, design, construction, improvement,
11		repair, and maintenance of bikeways[-];
12	(8)	In the case of the county of Hawaii, funds may, in a
13		manner consistent with paragraph (2), be expended for
14		the maintenance of substandard private subdivision
15		roads that are used by the public; and
16	[ <del>(8)</del> ]	(9) No expenditure shall be made, out of the revenues
17		paid into any such fund, which will jeopardize federal
18	1	aid for highway construction."
19	SECTION 2. Statutory material to be repealed is bracketed	
20	and stric	cen. New statutory material is underscored.
21	SECT:	ION 3. This Act shall take effect on July 1, 2030;
22	provided (	that this Act shall be repealed on June 30, 2016, and
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section 243-6, Hawaii Revised Statutes, shall be reenacted in
 the form in which it read on the day prior to the effective date
 of this Act.





Report Title:

County Fuel Tax

#### Description:

Permits the County of Hawaii to appropriate the County's share of fuel tax revenue for the maintenance of substandard private subdivision roads that are used by the public. Sunsets June 30, 2016. Effective July 1, 2030. (HB1626 HD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

